MINUTES

MONTANA SENATE 58th LEGISLATURE - REGULAR SESSION

COMMITTEE ON TAXATION

Call to Order: By CHAIRMAN BOB DEPRATU, on March 19, 2003 at 8:02 A.M., in Room 405 Capitol.

ROLL CALL

Members Present:

Sen. Bob DePratu, Chairman (R)

Sen. Bob Story Jr., Vice Chairman (R)

Sen. Jerry W. Black (R)

Sen. John C. Bohlinger (R)

Sen. Jon Ellingson (D)

Sen. Jim Elliott (D)

Sen. Bill Glaser (R)

Sen. Walter McNutt (R)

Sen. Mike Taylor (R)

Sen. Ken Toole (D)

Members Excused: Sen. Dan Harrington (D)

Members Absent: None.

Staff Present: Lee Heiman, Legislative Branch

Shirley Herrin, Committee Secretary

Video-taped Committee: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. A video-taped recording of the meeting is available from the Montana Historical Society.

Committee Business Summary:

Hearing & Date Posted: HJ 34, 3/13/2003; HB 627, 2/27/2003

Executive Action: HJ 34

SB 289, SB 309 and SB 371 were all

Indefinitely Postponed HB 627, SB 453, HB 441

HEARING ON HJ 34

Opening Statement by Sponsor:

8:03 REP. JOE BALYEAT, HD 32, Bozeman "Urge Congress to

restore sales tax deduction on income tax".

EXHIBIT(tas58a01) EXHIBIT(tas58a02)

Proponents' Testimony: None

Opponents' Testimony: None

Questions from Committee Members and Responses:

8:11 Begin 8:17 Ended

6 min Time elapsed.

Closing by Sponsor:

8:17 **REP. BALYEAT** closed on HJ 34

EXECUTIVE ACTION ON HJ 34

8:18 <u>Motion/Vote</u>: SEN. JOHN BOHLINGER moved that HJ 34 BE CONCURRED IN. Motion carried unanimously.

EXECUTIVE ACTION ON SB 289

8:19 <u>Motion</u>: SEN. JON ELLINGSON moved that SB 289 DO PASS. He then moved an amendment SB028901.alh EXHIBIT (tas58a03). SEN. ELLINGSON addressed the amendment.

Discussion:

8:25	Begin
8:33	Ended
8 min	Time elapsed.

8:34 <u>Vote</u>: Motion on the amendment to SB 289 carried 6-5 with BLACK, DEPRATU, ELLIOTT, MCNUTT, and STORY voting

no.

8:35 <u>Motion</u>: SEN. ELLINGSON moved that SB 289 DO PASS AS AMENDED.

Discussion:

8:35	Begin
8:43	Ended

- 8 min Time elapsed.
- 8:45 <u>Motion/Vote</u>: SEN. ELLINGSON'S motion that SB 289 DO PASS AS AMENDED failed 4-7 with BLACK, DEPRATU, ELLIOTT, GLASER, MCNUTT, STORY, and TAYLOR voting no.
- 8:48 Motion/Vote: SEN. STORY moved that SB 289 BE INDEFINITELY POSTPONED AND THE VOTE REVERSED. Motion carried 7-4 with BOHLINGER, ELLINGSON, HARRINGTON (by proxy), and TOOLE voting no. Roll Call Vote No. 1.

EXECUTIVE ACTION ON SB 309

8:50 <u>Motion</u>: SEN. BOHLINGER moved that SB 309 BE INDEFINITELY POSTPONED.

Discussion:

- 8:51 Begin
 - SEN. BOHLINGER withdrew his motion that SB 309 BE INDEFINITELY POSTPONED.
- 8:52 <u>Motion/Vote</u>: SEN. BOHLINGER moved that SB 309 DO PASS.

 Motion failed 4-7 with BLACK, DEPRATU, ELLIOTT, GLASER,

 MCNUTT, STORY, and TAYLOR voting no. Roll Call Vote No.

 2. HARRINGTON voted no by proxy.
- 8:54 <u>Motion/Vote</u>: SEN. STORY moved that SB 309 BE INDEFINITELY POSTPONED AND THE VOTE REVERSED. Motion carried 7-4 with BOHLINGER, ELLINGSON, and TOOLE voting no. HARRINGTON voted no by proxy.

EXECUTIVE ACTION ON SB 371

8:55 Motion/Vote: SEN. STORY moved that SB 371 BE INDEFINITELY POSTPONED. Motion carried unanimously with HARRINGTON voting by proxy.

EXECUTIVE ACTION ON SB 453

8:56 **SEN. JIM ELLIOTT** requested **CHAIRMAN DEPRATU** temporary postpone consideration until after the hearing on HB 627.

HEARING ON HB 627

Opening Statement by Sponsor:

8:56 **REP. MONICA LINDEEN, HD 7, Huntley** "Revise property tax sale law to allow certain private costs."

Proponents' Testimony:

8:58 Tammy Bowling, Worden, Deputy Yellowstone County Treasurer

Opponents' Testimony: None

Questions from Committee Members and Responses:

9:04 Begin 9:09 Ended

5 min Time elapsed.

Closing by Sponsor:

9:09 **REP. LINDEEN** closed on HB 627.

EXECUTIVE ACTION ON HB 627

9:10 Motion/Vote: SEN. MCNUTT moved that HB 627 BE CONCURRED IN. Motion carried unanimously with HARRINGTON voting by proxy.

EXECUTIVE ACTION ON SB 453

- 9:11 CHAIRMAN DEPRATU reconvened action on SB 453. Motion: SEN. KEN TOOLE moved that SB 453 DO PASS.
- 9:12 SEN. TOOLE questioned Ken Morrison from PPL MT
- 9:13 <u>Vote:</u> Motion carried 10-1 with STORY voting no. Roll Call Vote No. 3.

EXECUTIVE ACTION ON SB 462

9:14 <u>Motion</u>: SEN. ELLIOTT moved that SB 462 DO PASS. SEN. DEPRATU moved an amendment SB046201.alh EXHIBIT (tas58a04).

<u>Vote</u>: The motion on the amendments carried unanimously.

9:16 <u>Motion</u>: SEN. DEPRATU moved that SB 462 DO PASS AS AMENDED.

Discussion:

9:16 Begin

9:25 **SEN. DEPRATU** withdrew his motion to do Executive Action on SB 462 to allow the committee and Department of Revenue to work on amendments.

EXECUTIVE ACTION ON SB 463

9:30 <u>Motion</u>: SEN. JERRY BLACK moved that SB 463 DO PASS. He then moved the amendments SB046301.akj EXHIBIT (tas58a05)

Discussion:

- 9:33 **SEN. BLACK** said he wanted to hold the bill in order to request a new fiscal note.
- 9:34 <u>Vote</u>: Motion on the amendment carried 10-1 with TOOLE voting no and HARRINGTON voting by proxy.

EXECUTIVE ACTION ON HB 441

9:36 <u>Motion/Vote</u>: SEN. STORY moved that HB 441 BE CONCURRED IN. Motion carried unanimously with HARRINGTON voting by proxy.

EXECUTIVE ACTION ON HB 642

- 9:38 <u>Motion:</u> SEN. BLACK moved that HB 642 BE CONCURRED IN. He then moved the amendments HB064201.alh

 EXHIBIT (tas58a06). Lee Heiman addressed the amendments. <u>Vote</u>: The Motion on the amendments carried unanimously with HARRINGTON voting by proxy.
- 9:41 SEN. ELLIOTT moved amendments HB064202.alh EXHIBIT (tas58a07)

Lee Heiman addressed the amendments.

Discussion:

- 9:42 Begin
- 9:45 **SEN. ELLIOTT** said he would like to request the PSC provide further information.

SEN. STORY said he would like to postpone executive action until Thursday.

CHAIRMAN DEPRATU announced they would take Executive Action on SB 433, SB 468 and HB 642 plus the bills they hear tomorrow. He said he wanted to keep Monday open for Sub-Committees to meet.

- 9:47 **SEN. GLASER** asked if they were doing a Committee bill on sales tax.
- 9:48 SEN. TAYLOR moved to have Lee Heiman draft a General Sales Tax bill. The motion failed 8-3 with ELLIOTT, TOOLE and HARRINGTON (by proxy) voting no. MCNUTT voted by proxy.

CHAIRMAN DEPRATU announced when the sub-committees would meet.

ADJOURNMENT

Adjournment: 9:54 A.M.

SEN. BOB DEPRATU, Chairman

SHIRLEY HERRIN, Secretary

BD/SH

EXHIBIT (tas58aad)